

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2013

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SENATE BILL 614
Insurance Committee Substitute Adopted 5/15/13
Third Edition Engrossed 5/15/13

Short Title: WC/Cancellation Procedure Changes.

(Public)

Sponsors:

Referred to:

April 4, 2013

A BILL TO BE ENTITLED

AN ACT TO AMEND THE INSURANCE LAWS RELATING TO THE NOTICE
REQUIRED FOR CANCELLATION OF WORKERS' COMPENSATION INSURANCE
POLICIES.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 58-36-105(b) reads as rewritten:

"(b) Any cancellation permitted by subsection (a) of this section is not effective unless written notice of cancellation has been given ~~by registered or certified mail, return receipt requested,~~ to the insured not less than 15 days before the proposed effective date of cancellation. The notice ~~may~~ shall be given by registered or certified mail, return receipt requested, to the insured and any other person designated in the policy to receive notice of cancellation at their addresses shown in the policy or, if not indicated in the policy, at their last known addresses. The notice shall state the precise reason for cancellation. Whenever notice of intention to cancel is ~~required to be~~ given by registered or certified mail, no cancellation by the insurer shall be effective unless and until such method is employed and completed. Notice of cancellation may also be given by any method permitted for service of process pursuant to Rule 4 of the North Carolina Rules of Civil Procedure. Failure to send this notice, as provided in this section, to any other person designated in the policy to receive notice of cancellation invalidates the cancellation only as to that other person's interest."

SECTION 2. This act becomes effective September 1, 2013.



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